

**TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE**



FISCAL NOTE

HB 3393 - SB 3619

February 16, 2010

SUMMARY OF BILL: Requires physical therapy, occupational therapy, and speech and language pathology services to be available as essential services to eligible TennCare enrollees.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures – \$3,388,100

Increase Federal Expenditures - \$6,512,800

Other Fiscal Impact – The Bureau of TennCare expended approximately \$9,900,900 in state and federal funds for physical therapy, occupational therapy, and speech and language pathology services to non-pregnant TennCare enrollees in FY08-09. This benefit is funded in FY09-10. The Governor's proposed FY10-11 budget reflects a decrease in state expenditures of \$3,388,100 and federal expenditures of \$6,512,800 for eliminating these services. Funding of this amount is necessary to restore this benefit in FY10-11 and subsequent years.

Assumptions:

- TennCare is eliminating this benefit for non-pregnant adult enrollees in FY10-11.
- Based on the claims of non-pregnant adults in FY08-09, TennCare estimates the elimination of these services will result in a decrease in expenditures of \$9,900,900.

- Of the \$9,900,900, \$3,388,100 are state funds at a rate of 34.22 percent and \$6,512,800 are federal funds at a match rate of 65.78 percent.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is fluid and cursive, with the first name "James" and last name "White" clearly legible, and "W." in the middle.

James W. White, Executive Director

/kml